

Minefile B 053/002 L.P.B. W. Hedby

5M, INC., P.O. BOX 752, HURRICANE, UTAH 84737 (801) 635-4473

June 21, 1989

STATE OF UTAH
Department of Natural Resources
Division of Oil, Gas and Mining
355 West North Temple
3-Triad Center, Suite 350
Salt Lake City, Utah

JUN 26 1989

Attn: Mr. Lowell P. Braxton

DIVISION OF OIL, GAS & MINING

Associate Director, Mining

Dear Mr. Braxton:

This letter is in response to your letter to us dated June 6, 1989, with reference to the final Reclamation Plan at the Silver Reef Mine, owned by 5M, Inc. in Washington County, and in which the Division has recently assessed 5M, Inc. an additional reclamation surety in the amount of \$46,790. The Division has advised 5M, Inc. that without immediate payment of this amount, 5M, Inc. is in direct violation of the Utah Mined Land Reclamation Act.

This letter is to advise you that 5M, Inc. is facing some very extenuating circumstances in which every possible effort is being made to overcome these difficulties, and in which we believe we will be able to meet your requirements in the very short term future.

If there is a method by which you can work with us on a more acceptable time frame for submittal of this surety, we will be most grateful to you.

You can rest assured that every effort will be made to meet the current obligation that the Division has imposed on the mine.

Sincerely,

erry Glazier, President

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